

WHAT IS CLAIMED IS:

- 1 1. A method of pricing on-line distribution of digital information packages
2 comprising determining an on-line distribution net price based on a price of
3 bandwidth resources necessary to transfer the digital information package
4 between at least two parties and based on an underlying price of the digital
5 information package itself.
- 1 2. The method according to claim 1, wherein the price of bandwidth
2 resources is proportional to a percentage of bandwidth allocated to transfer of
3 the digital information, and is indirectly inversely proportional to a duration of
4 the transfer.
- 1 3. A method of creating a bandwidth securitization instrument comprising
2 valuing bandwidth allocation as a scarce commodity.
- 1 4. A method of valuing a price and a convenience premium of bandwidth
2 securitization instruments by facilitating an electronic market for free trading of
3 said bandwidth securitization instruments independently of any particular digital
4 information packages ultimately transferred using said bandwidth.
- 1 5. A method of computing a convenience premium, comprising steps of:

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2 ~~determining a supply of bandwidth resources;~~
 3 determining a plurality of bandwidth securitization instruments which
 4 allocate the bandwidth resources; and
 5 determining an estimated demand at a given moment in time for the
 6 bandwidth resources.

1 6. A method of computing a price for a bandwidth securitization security
 2 instrument as a function of its intrinsic value relative to a minimum standard
 3 bandwidth utilization, comprising steps of:
 4 a) obtaining a minimum standard price;
 5 b) determining an estimated convenience premium of the bandwidth
 6 securitization security instrument with respect to said minimum standard price;
 7 c) determining a probability of failure to effect an exercise of the
 8 security;
 9 d) determining an exercise period of the security instrument
 10 corresponding to a time during which it may be executed or redeemed; and
 11 e) determining a price for the bandwidth securitization security
 12 instrument based on said steps a), b), c), and d).

1 7. A method of combining into one record, at least two of:
 2 a digital watermark key,
 3 a digital information packet (DIP) header, and

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4 a bandwidth securitization instrument (Bandwidth Right);
5 wherein the DIP header contains information including content
6 description, content addressing and content pricing;
7 wherein a bandwidth securitization instrument may be incorporated by
8 including a serialization identification code which is unique to an individual
9 bandwidth right, where record of said right may exist separately from the record
10 containing the serialization identification code;

11 wherein the bandwidth securitization instrument is a unique security
12 which values the right to use a specific allocation of telecommunications
13 bandwidth for a specific duration, where such right exists for a specified period
14 of time, and where the duration begins at or after the temporal issuance of the
15 security, and the exercise period ends contemporaneously with the termination
16 of the duration period.

1 8. The method according to claim 7, wherein the bandwidth securitization
2 instrument provides a right to use a given bandwidth allocation for a net
3 duration over the exercise period where the net duration may be comprised of
4 smaller sub-durations which are not necessarily temporally contiguous.

1 9. A method for optimizing key search operations comprising steps of:
2 associating content descriptive information with a key used to watermark
3 content for candidate keys;

4 comparing the content descriptive information from each candidate key
5 in a key;
6 searching against a suspect copy of a title, and using said comparison
7 to eliminate keys which are evaluated as unlikely based on the matching
8 criteria of the content descriptive information;
9 wherein criteria includes at least one of:
10 media format;
11 content length;
12 content title;
13 content author; and
14 content signal metrics which provide heuristic characterizations of
15 the recorded signal.

1 10. A method for performing multi-party, multi-channel encoding of
2 watermarks comprising generating a master framework key, wherein the
3 master framework key describes packetization and channel allocation of a
4 complete signal.

1 11. The method according claim 10, further comprising a step of:
2 distributing the master key and a channel assignment to each party who
3 needs to watermark a channel described in the master key.

1 12. The method according to claim 11, further comprising a step of limiting
2 distribution of the master key only to parties who need to add watermarks to
3 the signal.

1 13. The method according to claim 12, further comprising a step performed
2 at least one stage thereafter of:

3 generating a general watermark key, for use with the master key which
4 dictates watermarking of packets assigned to a single channel of the master
5 key watermarking said packets with said key.

1 14. A method of including a key identifier for a distinct watermark channel in
2 the watermark contained in an additional separate and distinct watermark
3 channel in the same digital sample stream, which is encoded and decoded with
4 its own distinct key.

1 15. The method according to claim 14 further comprising a step of:
2 including the key identifier of a higher privacy watermark channel in the
3 watermark contained in a lower privacy watermark channel for a purpose of
4 expediting watermark search operations.

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